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APPLICATION

7550-63883

Honorable James H. Welsh Commissioner of Conservation Louisiana Office of Conservation P.O. Box 94275 Baton Rouge, Louisiana 70804

RE:

Y-2 Zone, Reservoir C

DeQuincy Field

Calcasieu Parish, Louisiana

Dear Commissioner Welsh:

Application is hereby made on behalf of **THE WISER OIL COMPANY** for the calling of a public hearing, after thirty (30) days legal notice, to consider evidence relative to the issuance of Orders pertaining to the following matters in the **Y-2 Zone**, **Reservoir C**, in the DeQuincy Field, Calcasieu Parish, Louisiana, to-wit:

- To establish rules and regulations and create a single drilling and production unit for the exploration for and production of gas and condensate, such unit to be designated Y-2 RC SUA;
- 2. To force pool and integrate all separately owned tracts, mineral leases and other property interests within the proposed unit, with each tract sharing in unit production on a surface acreage basis of participation;
- 3. To designate The Wiser Oil Company Kirby Jones, et al 36 No. 1 Well as the unit well for the proposed unit;
- 4. To designate The Wiser Oil Company as the unit operator for the proposed unit;

- 5. To provide that any future wells drilled to the Y-2 Zone, Reservoir C, within or outside of the proposed unit should be located in accordance with the spacing provisions of Statewide Order No. 29-E;
- 6. To provide that the Commissioner of Conservation should be authorized to reclassify the Y-2 Zone, Reservoir C, by supplemental order without the necessity of a public hearing if the producing characteristics of the Reservoir change and evidence to justify such reclassification is submitted to and accepted by the Commissioner of Conservation; and
- 7. To consider such other matters as may be appropriate and justified by the evidence presented at the hearing.

The Y-2 Zone in the DeQuincy Field was previously defined in Office of Conservation Order No. 195-B-3, effective August 17, 2004, and is hereby further defined as being that gas and condensate bearing zone encountered between the depths of 9,750 feet and 10,580 feet, electrical log measurements, in the Kerr-McGee Temple - Inland 2 No. 1 Well, located in Section 2, Township 8 South, Range 11 West, Calcasieu Parish, Louisiana.

A conference to discuss the proposed application and any opposition thereto was held at 2:00 p.m. on January 12, 2005, at the Onebane Law Firm, (337)-237-2660. Randall C. Songy, attorney for the applicant, opened the conference with a brief discussion of the Rules of Procedure. David Comeaux, geological consultant for the applicant, explained the applicant's proposal and the geological, engineering, and other bases therefore, and answered questions. Counterplans were presented by Frank Harrison, on behalf of Gaither Petroleum, Charles Smith, on behalf of Labokay Corporation, and Jim Hardwick, on behalf of Temple-Inland. The parties had some discussion regarding resolving their differences, but did not reach an agreement. The conference was then adjourned.

Subsequent discussions have led to a resolution of differences among all parties who presented plans or counterplans at the conference.

Pertinent data relating to the proposed application can be obtained, <u>AT THE COST OF THE REQUESTING PARTY</u>, by contacting **David Comeaux with Leon E.** Comeaux & Associates, 305 La Rue France, Lafayette, Louisiana 70508, (337)233-9839.

There is attached hereto and made a part hereof a plat outlining the proposed unit and a list of the names and addresses of the interested parties to whom this unitization proposal is being sent. Pursuant to the Revised Rules of Procedure, such list of parties is being furnished ONLY to the Commissioner of Conservation and to the District Manager of the Lafayette District of the Office of Conservation. However, the list of parties will be provided to any party requesting a copy of it. A reasonable effort was made to ascertain the names and addresses of all Interested Owners, Represented Parties and Interested Parties.

Finally, enclosed herein is our check in the amount of \$755.00 made payable to the Office of Conservation in payment of the required hearing application fee.

Very truly yours,

RANDALL C. SONGY

RCS/elg/bad

Enclosures

CC:

Mr. Richard Hudson, District Manager Office of Conservation

All Interested Owners, Interested Parties and Represented Parties

P.S. To all Interested Owners, Represented Parties and Interested Parties:

You may have received this Application even though your property is not included in the proposed unit, because the Revised Rules of Procedure require us to attempt to also notify everyone owning an interest in the area "proximate to" the proposed unit.

Your receipt of this Application does not require you to take any action. It is meant to notify you of these proceedings so that you have the opportunity to participate if you so desire.

